

VIA TELETYPE

DISPATCH

CLASSIFICATION

SECRET

PROCESSING

TO

CHIEF OF STATION, GERMANY

INFO.

FROM

CHIEF, EE

SUBJECT

ADMINISTRATIVE
CABEZONE AND HARVARD APPROVALS - FY 1962

ACTION REQUIRED - REFERENCES

- A. EGOS 7625, 12 APRIL 1961
B. EGOT 11072, 14 APRIL 1961

1. WE ARE SUBMITTING FOR HEADQUARTERS APPROVAL THE CABEZONE PROJECT RENEWAL FOR FISCAL YEAR 1962. WE HAVE CAREFULLY EXAMINED THE FIELD ESTIMATES SUBMITTED IN REFERENCE B AGAINST THE RECOMMENDATIONS MADE BY US IN REFERENCE A, AND BELIEVE THAT, BY JUDICIOUS HANDLING OF ECONOMIES, CABEZONE SHOULD BE ABLE TO OPERATE SUCCESSFULLY WITHIN THE AMOUNT ALLOTTED IN THE EE BUDGET FOR FY 1962 DOLLARS/. CATEGORIES IN WHICH WE FEEL REASONABLE REDUCTIONS CAN AND SHOULD BE MADE ARE SALARIES AND TRAVEL, BASED ON THE FOLLOWING EXPLANATION.

2. THE HEADQUARTERS OBLIGATION /SALARIES/ HAS BEEN FIXED AT 62,000 DOLLARS. CURRENT CONTRACTUAL ARRANGEMENTS WITH THE SIX CONTRACT EMPLOYEES

AND ONE CAREER AGENT INCLUDED IN THE CABEZONE PROJECT CALL FOR A LITTLE LESS THAN 57,000 DOLLARS A YEAR /SEE ATTACHMENT/. TO THIS FIGURE, WE HAVE ADDED 5,000 DOLLARS TO COVER OVERTIME, SOCIAL SECURITY, AND RETIREMENT. THE TOTAL SPENT ON THESE THREE ITEMS LAST YEAR AMOUNTED TO 1,500 DOLLARS, ACCORDING TO FIGURES TAKEN DIRECTLY FROM THE SCHEDULE E SUBMITTED BY THE FIELD THROUGH 30 JUNE 1961.

3. THE FY 1961 RENEWAL INCLUDED 7,500 DOLLARS FOR TRAVEL. THE AMOUNT REQUESTED THIS YEAR IS MORE THAN FIVE TIMES AS MUCH /40,000 DOLLARS/. ALLOWING FOR HOME LEAVE EXPENSES /16,000 DOLLARS/ AND THE ADDITION OF TWO NEW CONTRACT EMPLOYEES, WE BELIEVE THAT A TOTAL OF 30,000 DOLLARS FOR TRAVEL IS A FAIR AND REASONABLE FIGURE.

ATTACHMENT - HERewith
SALARIES FOR CONTRACT PERSONNEL

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DECLASSIFIED AND RELEASED BY
CENTRAL INTELLIGENCE AGENCY
SOURCE METHOD EXEMPTION 3B2D
NAZI WAR CRIMES DISCLOSURE ACT
DATE 2007

FOR REFERENCE TO

CLASSIFICATION

SECRET

ORIGINATING

OFFICE

OFFICER

TYPIST

EXT.

EE/G/PI CONSTANCE WALSH NEA

3915

COORDINATING

OFFICE SYMBOL

DATE

OFFICER'S NAME

C/EE/G/PI

D/EE/G/OPS

C/EE/G

C/EE/BUD

RELEASING

OFFICE SYMBOL

DATE

OFFICER'S SIGNATURE

DC/EE

FORM
5-60

53

USE PREVIOUS EDITION. REPLACES FORM 610b WHICH MAY BE USED.

(40)

DISPATCH

CONTINUED

DATE TYPED

DATE DISPATCHED

18 JUL 1961

DISPATCH SYMBOL AND NUMBER

HEADQUARTERS SYMBOL

EGOS 8239

VIA TELETYPE

CONTINUATION OF DISPATCH	CLASSIFICATION S E C R E T	DISPATCH SYMBOL AND NUMBER EGDS 8239 PAGE TWO																								
<p>4. SINCE HARVARD WILL BE ABSORBING 23,500 DOLLARS IN RENTS, INDIGENOUS SALARIES, AND SUPPLIES WHICH WERE PREVIOUSLY INCLUDED UNDER CABEZONE, THE TOTAL AMOUNT ESTIMATED FOR CABEZONE IN FISCAL YEAR 1962 WILL BE ALMOST 33,000 DOLLARS HIGHER THAN THE APPROVAL FOR LAST YEAR. WE DO NOT BELIEVE A LARGER INCREASE IS JUSTIFIED.</p> <p>5. THE AMENDED BREAKDOWN FOR CABEZONE READS AS FOLLOWS.</p> <table border="0"> <tr> <td>A. CONTRACT PERSONNEL /HQS OBLIGATION/</td> <td>62,000</td> </tr> <tr> <td>B. TRAVEL</td> <td>30,000</td> </tr> <tr> <td>C. TRANSPORTATION</td> <td>3,000</td> </tr> <tr> <td>D. COMMUNICATIONS</td> <td>2,000</td> </tr> <tr> <td>E. RENTS AND UTILITIES</td> <td>30,000</td> </tr> <tr> <td>F. OTHER CONTRACTUAL SERVICES</td> <td>10,000</td> </tr> <tr> <td>G. COMPENSATION OF DEFECTORS</td> <td>[]</td> </tr> <tr> <td>H. INDIGENOUS HOUSEKEEPING PERSONNEL</td> <td>20,000</td> </tr> <tr> <td>I. OPERATIONAL ENTERTAINMENT</td> <td>3,000</td> </tr> <tr> <td>J. SUPPLIES</td> <td>10,000</td> </tr> <tr> <td>K. EQUIPMENT</td> <td>5,000</td> </tr> <tr> <td colspan="2" style="text-align: right;">T O T A L []</td> </tr> </table> <p>6. WE ARE PROCESSING THE HARVARD RENEWAL FOR THE AMOUNT REQUESTED IN REFERENCE B. WHILE WE HOPE THAT YOU WILL BE ABLE TO HOLD EXPENDITURES WITHIN THE APPROVED LEVEL, THE POSSIBILITY OF AMENDING THE PROJECT LATER DOES EXIST IF IT BECOMES ABSOLUTELY NECESSARY.</p> <p style="text-align: center;">[]</p> <p>APPROVED</p> <p>[]</p> <p>[]</p> <p>[]</p> <p style="text-align: right;">RPG</p>			A. CONTRACT PERSONNEL /HQS OBLIGATION/	62,000	B. TRAVEL	30,000	C. TRANSPORTATION	3,000	D. COMMUNICATIONS	2,000	E. RENTS AND UTILITIES	30,000	F. OTHER CONTRACTUAL SERVICES	10,000	G. COMPENSATION OF DEFECTORS	[]	H. INDIGENOUS HOUSEKEEPING PERSONNEL	20,000	I. OPERATIONAL ENTERTAINMENT	3,000	J. SUPPLIES	10,000	K. EQUIPMENT	5,000	T O T A L []	
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VIA TELETYPE

CONTINUATION OF
DISPATCH

CLASSIFICATION

S E C R E T

DISPATCH SYMBOL AND NUMBER

HEREWITH ATTACHMENT TO
EGOS 8239

SALARIES FOR CONTRACT PERSONNEL INCLUDED UNDER CABEZONE. ANNUAL
FIGURES TAKEN FROM CONTRACTS CURRENTLY IN FORCE.

[]	6,450
[]	8,340
[]	7,635
[]	8,280
[]	7,630
[]	9,420
[]	9,215
TOTAL		56,970 DOLLARS

FORM
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53a

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